SENATE, No. 3055

STATE OF NEW JERSEY

213th LEGISLATURE

INTRODUCED NOVEMBER 23, 2009

Sponsored by:

Senator JOSEPH F. VITALE

District 19 (Middlesex)

Senator JIM WHELAN

District 2 (Atlantic)

Assemblywoman LINDA STENDER

District 22 (Middlesex, Somerset and Union)

Assemblyman HERB CONAWAY, JR.

District 7 (Burlington and Camden)

Co-Sponsored by:

Senator Weinberg and Assemblyman Diegnan

SYNOPSIS

Increases Medicaid reimbursement rates for family planning services.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 1/8/2010)

1 AN ACT concerning family planning services and supplementing 2 Title 30 of the Revised Statutes.

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

- 1. a. The reimbursement rate for an office visit for family planning services billed by a health care facility, which is licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) and receives funding under Title X of the Public Health Service Act (42 U.S.C. s.300 et seq.), to the State Medicaid program shall be an amount that equals at least 90% of the amount of the actual cost of services provided during an office visit, as such rate is in effect on the date of enactment of this act.
 - b. As used in this section:

"Family planning services" means comprehensive reproductive health care services, including: contraception; pregnancy detection; options counseling; diagnosis or treatment, or both, of sexually transmitted diseases; routine gynecological and cancer screening services; health promotion activities; and Level I infertility services such as an interview, education, physical examination, laboratory testing, counseling, and appropriate referral. The term does not include termination of pregnancy.

Family planning services may also include: prenatal and postpartum care; other gynecological services, including colposcopy and cryotherapy; menopausal services; Level II infertility services, which include semen analysis, assessment of ovulatory function, and post coital testing; and Level III infertility services, which include more sophisticated and complex infertility testing and procedures than Levels I and II.

"Medicaid" means the Medicaid program established pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.).

"Office visit" means a procedure billed under a common procedure terminology code that includes a family planning modifier in the description of the code.

2. The Department of Health and Senior Services shall adjust the Family Planning Services Grant-in-Aid appropriation and transfer the appropriate amount of State funds to the Division of Medical Assistance and Health Services in the Department of Human Services to facilitate the implementation of section 1 of this act. The Department of Health and Senior Services shall notify the Legislative Budget and Finance Officer as to the amount that is transferred.

46 3. This act shall take effect immediately and shall apply to office visits rendered on or after the effective date.

STATEMENT

This bill increases reimbursement for family planning services under the State Medicaid program, by providing that the reimbursement rate for an office visit for family planning services, which are billed by a licensed health care facility that receives funding under Title X of the Public Health Service Act, (42 U.S.C. s.300 et seq.), shall be an amount that equals at least 90% of the amount of the actual cost of services provided during an office visit, as such rate is in effect on the date of enactment of the bill.

The bill also provides that the Department of Health and Senior Services shall adjust the Family Planning Services Grant-in-Aid appropriation and transfer the appropriate amount of State funds to the Division of Medical Assistance and Health Services in the Department of Human Services to facilitate the implementation of the reimbursement increase. Additionally, the Department of Health and Senior Services must notify the Legislative Budget and Finance Officer as to the amount that is transferred.

A recent comparison of the Medicaid reimbursement rates for family planning services and the actual cost for these services in New Jersey indicates that current reimbursement rates are significantly less than the cost of providing these services. For example, in the case of initial and annual office visits for family planning services, the reimbursement rates in New Jersey are less than one-half the cost of these visits. In the case of prolonged routine follow-up visits, also known as "problem visits," New Jersey's Medicaid reimbursement rate currently is about one-third of the cost.

Since New Jersey's Medicaid expenditures for Title X family planning services are reimbursed at the favorable rate of 90%, any increase in the Medicaid amounts paid by New Jersey under this bill will only cost New Jersey 10% of the increased expenditure.

For many women for whom private health care has been unavailable, family planning services are their first, and perhaps the least expensive, entry point into comprehensive health care.

"Family planning services" are defined in the bill as comprehensive reproductive health care services, including: contraception; pregnancy detection; options counseling; diagnosis or treatment, or both, of sexually transmitted diseases; routine gynecological and cancer screening services; health promotion activities; and Level I infertility services such as an interview, education, physical examination, laboratory testing, counseling, and appropriate referral. The term does not include termination of pregnancy.

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- 2 services, which include more sophisticated and complex infertility
- 3 testing and procedures than Levels I and II.
- 4 The bill take effect immediately and applies to office visits that
- 5 are made on or after the effective date.